

MINUTES OF THE MEETING OF THE BOARD OF PUBLIC WORKS, NOVEMBER 27, 1963.

The Board of Public Works held a Special Meeting in the Office of the Governor, State Office Building, Baltimore, Maryland, on Wednesday, November 27, 1963.

There were present:

J. Millard Tawes, Governor
Louis L. Goldstein, Comptroller
John A. Luetkemeyer, Treasurer.

Also attending the meeting was Mr. James G. Rennie, Director of the Department of Budget and Procurement.

DEPARTMENT OF TIDEWATER FISHERIES:

The Secretary presented to the Board a proposed Supplemental Agreement to the current dredging contract, dated April 1960 and amended under dates of February 13, 1961, May 17, 1962, and May 9, 1963, between the Department of Tidewater Fisheries and C. J. Langenfelder & Son, Inc., under the department's oyster program.

Inasmuch as the members of the Board had not had an opportunity to personally review the proposed Supplemental Agreement to extend this contract for dredging prior to today's meeting, the Secretary was requested to provide each member with a copy. The new Agreement is to be formally considered at the December 9, 1963, meeting of the Board.

POTOMAC ELECTRIC POWER COMPANY:

The Secretary presented to the Board copies of a letter received from Mr. R. Roy Dunn, President of the Potomac Electric Power Company, in connection with the conclusions and recommendations set forth in the statement of Dr. L. Eugene Cronin, Director of the Natural Resources Institute-University of Maryland, on the results of the visit to the Alden Hydraulic Laboratory, Polytechnic Institute, Worcester, Massachusetts, to review the model of the Deflection Barrier which is a part of the new plant of the company near Chalk Point.

In the meantime, the Secretary had presented each member of the Board with copies of all of the information available in connection with the proposed construction of this new plant.

Inasmuch as the Company has taken a favorable position as to each of Dr. Cronin's recommendations and conclusions, the Board was satisfied and voted unanimously to approve the plan of the Company for construction of this plant on the Patuxent River.

STATE EMPLOYEES:

1- The Secretary advised the Board that applications had been received from several State employees for extensions of sick leave where it appeared there might have been a "break in service", and that an opinion in these cases had been requested of the State Law Department. The State Law Department had verbally advised the Secretary that there appeared to be no "break in service" in these cases and that a formal opinion as to the phrase "continuously in the State Service" contained in Article 64A, Section 37(e) of the Annotated Code of Maryland (1957 Edition) and in Rule 42C8 of the State Employees' Personnel Rules would be furnished to the Board of Public Works.

Note: This opinion was received following the meeting, under date of December 3, 1963.

2- In view of the above opinion, the Board approved extensions of sick leave in the following cases:

Henryton State Hospital - Samuel Daniel, Cleaner, for the period from April 11, 1963 to December 15, 1963, which is the maximum leave available for this employee.

Rosewood State Hospital - Mrs. Virginia S. Steuart, Administrative Assistant I, for a period of three months from November 27, 1963.

State Roads Commission - Edmund H. McKenzie, Engineering Associate IV, Division 52.2, for a period of three months from November 28, 1963.

STATE TAX RATE:

1- Mr. Bernard F. Nossel, Chief Deputy Comptroller, accompanied by Mr. W. Irvin Young, Chief of the Bureau of Revenue Estimates, and several members of the State Comptroller's Office, appeared before the Board. Mr. Nossel presented an analysis of the Loan Fund Accounts and an analysis of the Annuity Bond Fund Reserve. As a result of these studies, he stated that it was felt the State Tax Rate for the 1964 taxable year could be held to 15¢ per \$100.00 of assessable property.

2- The State Comptroller submitted to the Board the following three (3) statements in connection with the servicing of the bonded debt of the State:

a. "To the Honorable,

The Board of Public Works of Maryland:

Re: General Public School Construction Loan of 1949, authorized by Chapter 488 of the Acts of 1949.
 General Public School Construction Loan of 1953, authorized by Chapter 609 of the Acts of 1953.
 General Public School Construction Loan of 1956, authorized by Chapter 80 of the Acts of 1956.
 General Public School Construction Loan of 1962, authorized by Chapter 25 of the Acts of 1962.
 General Public School Construction Loan of 1963, authorized by Chapter 542 of the Acts of 1963.

"I hereby certify that all payments of principal and interest on bonds of the loans listed above, issued pursuant to the Acts of the General Assembly authorizing said loans, have been met during the current year (1963) from the payments received from each of the Counties and the City of Baltimore, as more particularly provided in the aforesaid Acts authorizing the loans, and that it is in order for the Board of Public Works to advise the Governor accordingly, preliminary to the issuance of a Proclamation by the Governor publicly declaring that the State taxes provided for in the aforesaid Acts of the General Assembly shall not be collected or levied in the taxable year 1964.

S/ Louis L. Goldstein."

b. "To the Honorable,

The Board of Public Works of Maryland

Re: Maryland Port Authority Loan of 1958, authorized by Chapter 100 of the Acts of 1958.

"I hereby certify that all payments of principal and interest due and payable in the calendar year 1963 on the \$7,800,000 bonds of Maryland Port Authority Loan of 1958 have been paid, and that funds sufficient to meet all payments of principal and interest due and payable on bonds totaling \$9,300,000 in the calendar year 1964 have been received.

"This certification is furnished in compliance with the provisions of Section 8(G) as enacted by Chapter 100 of the Acts of 1958, that the State Comptroller certify to the Board of Public Works that it will not be necessary to levy State taxes in the calendar year 1964 to provide money for the principal and interest due in that year on the Maryland Port Authority Loan of 1958.

"The law further prescribes that upon ascertaining such fact by the Board of Public Works the Governor shall, by Proclamation issued pursuant to Resolution of the Board of Public Works, publicly declare that the State taxes provided for in Sub-section (G) shall not be levied or collected in said current year.

S/ Louis L. Goldstein."

c. "To the Honorable,

The Board of Public Works of Maryland

Re: Department of Employment Security Building Loan of 1958, authorized by Chapter 51 of the Acts of 1958.

"I hereby certify that all payments of principal and interest due and payable in the calendar year 1963 on the \$4,000,000 bonds of Department of Employment Security Building Loan of 1958 have been paid, and that funds sufficient to meet all payments of principal and interest due and payable on these bonds in the calendar year 1964 have been received.

"This certification is furnished in compliance with the provisions of Section 9 as

(cont.)

(State Tax Rate-2c)

"enacted by Chapter 51 of the Acts of 1958, that the State Comptroller certify to the Board of Public Works that it will not be necessary to levy State taxes in the calendar year 1964 to provide money for the principal and interest due in that year on the Department of Employment Security Building Loan of 1958.

"The law further prescribes that upon ascertaining such fact by the Board of Public Works the Governor shall, by Proclamation issued pursuant to Resolution of the Board of Public Works, publicly declare that the State taxes provided for in Section 9 shall not be levied or collected in said current year.

S/ Louis L. Goldstein."

The Board approved the statements submitted by the State Comptroller and referred them to the Governor for the purpose of issuing the necessary Proclamations, as set forth in the statements.

3- The State Comptroller also submitted to the Board the "Certificate Regarding Debt Service Payments and Sinking Fund Deposits for the New Marsh Wholesale Produce Market Authority Bonds", reading as follows:

"The undersigned hereby certifies to the Board of Public Works of Maryland as follows:

"(a) The following principal installments of The New Marsh Wholesale Produce Market Authority Bonds became due and payable on March 1, 1963, being the only installments of principal due in 1963:

Bonds dated March 1, 1959	\$75,000.00
Second Series Bonds dated March 1, 1960	7,000.00

"Interest on bonds of the Authority was due and payable in the calendar year 1963 in the aggregate amount of \$37,298.75, as follows:

<u>Bonds Dated March 1, 1959</u>	
March 1, 1963	\$15,470.00
September 1, 1963	14,420.00
<u>Second Series Bonds Dated March 1, 1960</u>	
March 1, 1963	1,511.25
September 1, 1963	1,397.50
<u>Third Series Bonds Dated September 1, 1961</u>	
March 1, 1963	2,250.00
September 1, 1963	<u>2,250.00</u>
Total Interest	\$37,298.75

"Said payments have been made or provided for by transfer to the Mercantile-Safe Deposit and Trust Company, Paying Agent, of the sum of \$119,298.75.

"(b) The following principal installments of The New Marsh Wholesale Produce Market Authority Bonds will become due and payable on March 1, 1964, in the following amounts:

Bonds dated March 1, 1959	\$80,000.00
Second Series Bonds Dated March 1, 1960	7,000.00
Third Series Bonds Dated September 1, 1961	<u>11,000.00</u>
	\$98,000.00

"Interest on bonds of the Authority will be due and payable in the calendar year 1964 in the aggregate amount of \$34,736.25 as follows:

<u>Bonds Dated March 1, 1959</u>	
March 1, 1964	\$14,420.00
September 1, 1964	13,300.00
<u>Second Series Bonds Dated March 1, 1960</u>	
March 1, 1964	1,397.50
September 1, 1964	1,283.75
<u>Third Series Bonds Dated September 1, 1961</u>	
March 1, 1964	2,250.00
September 1, 1964	<u>2,085.00</u>
Total Interest	\$34,736.25

(cont.)

(State Tax Rate - 3)

"Total debt service on the bonds payable in 1964 will be \$132,736.25.

"(c) As of the date of this Certificate, there is credited to the Sinking Fund maintained by the Treasury Department of the State of Maryland on behalf of the Authority and the bond holders, available to pay debt service on the bonds, the sum of \$36,592.82, being the amount deposited by the Authority into the Sinking Fund as of the date hereof.

"IN WITNESS WHEREOF, we have hereunto set our hands and our official seals this 17th day of October, 1963.

"S/ Hyman A. Pressman

Hyman A. Pressman
Secretary-Treasurer of The New Marsh
Wholesale Produce Market Authority

S/ Louis L. Goldstein

Louis L. Goldstein
Comptroller of the State of Maryland!

The Board approved the above statement submitted by the State Comptroller and ordered it filed.

4- The State Comptroller also submitted to the Board the following statement relating to the levying of State Taxes for the Taxable Year 1964:

"To the Honorable,
The Board of Public Works of Maryland;

"I hereby submit the following statement of the requirements for levying State taxes for the taxable year 1964 to provide the taxes for each of the State loans herein specified, to be used to pay the installments of principal and interest thereon:

	% Ratio	Cents per \$100.00 1964
General Construction Loan of 1947	.0375235	.56
Armory Loan of 1948	.0021771	.03
General Construction Loan of 1949	.0868518	1.30
General Public School Assistance Loan of 1949	.1045490	1.57
Maryland School for Blind Loan of 1949	.0013544	.02
General Construction Loan of 1950	.0201616	.30
Mental Hospital Construction Loan of 1950	.0140618	.21
General Construction Loan of 1951	.0973169	1.46
Civil Defense Loan of 1951	.0049350	.07
The Johns Hopkins University Loan of 1951	.0071250	.11
St. Mary's Seminary Junior College Loan of 1951	.0020984	.03
General Construction Loan of 1952	.1160559	1.74
General Construction Loan of 1953	.0640861	.96
General Construction Loan of 1954	.0359090	.54
State Office Building Loan of 1954	.0084520	.13
St. John's College Loan of 1954	.0006552	.01
General Construction Loan of 1955	.0433887	.65
General Construction Loan of 1956	.0417891	.63
State Office Building Loan of 1956	.0293225	.44
St. John's College Loan of 1956	.0018435	.03
Sewage Treatment Plant Loan of 1957	.0126835	.19
General Construction Loan of 1957	.0727869	1.09
General Construction Loan of 1958	.0635109	.95
General Construction Loan of 1959	.0464443	.69
Loyola College Loan of 1959	.0035533	.05
General Construction Loan of 1960	.0290710	.43
Baltimore City Jail Loan of 1960	.0040034	.06
Johns Hopkins University Loan of 1960	.0003663	.01
General Construction Loan of 1961	- - - -	--
General Public or Junior College Loan of 1961	.0073135	.11
County Jail Loan of 1961	- - - -	--
Maryland Port Authority Loan of 1961	.0064174	.10
General Construction Loan of 1962	.0154292	.23
Provident Hospital Loan of 1962	.0000574	.01
Baltimore City Jail Loan of 1962	.0010480	.02
Washington College Loan of 1962	.0002300	.01
Area Redevelopment Loan of 1962	.0007056	.01
General Construction Loan of 1963	.0052920	.08
New Marsh Wholesale Produce Loan of 1957	.0114308	.17
	<u>100%</u>	<u>15.00</u>

(cont.)

(State Tax Rate - 4)

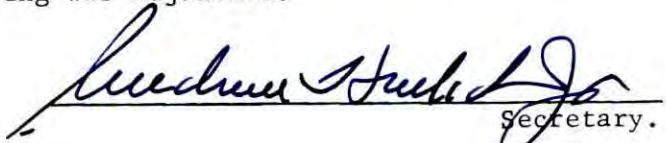
"This statement is submitted in pursuance of the requirement contained in the several Acts of the General Assembly authorizing the issuance of said loans, that the Board of Public Works, on or before December 1, 1963, "shall certify to the governing bodies of each of the counties and Baltimore City the rate of State tax on each \$100.00 of assessable property necessary to produce the revenues to meet all interest and principal which shall be payable to the close of the next ensuing calendar year on all certificates theretofore issued or theretofore authorized by Resolution of the Board of Public Works to be issued, and that the governing bodies of each of the counties and Baltimore City shall forthwith levy and collect such tax at such rate."

S/ Louis L. Goldstein
State Comptroller".

5- After due consideration of the information submitted to the Board in the above four items, the Board voted unanimously to set the State Tax Rate for the 1964 taxable year at fifteen cents (15¢) per \$100.00 of assessable property. The Secretary was instructed to certify to the Governing Body in each of the Counties and Baltimore City as to the 1964 State Tax Rate.

ADJOURNMENT:

There being no further business, the meeting was adjourned.


Secretary.

